GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Budget Estimates 2022-23 – Sanction of an amount of Rs.18.4982 crores (Rupees Eighteen Crore Forty Nine Lakh Eighty Two Thousand only) to the Andhra Pradesh Food Processing Society towards State share (40%) against the 60% release made by the Government of India during the Financial Years 2020-21 & 2021-22 for implementation of Prime Minister Formalisation of Micro Food processing Enterprises (PMFME) Scheme in the State - Administrative Sanction – Orders – Issued.

INDUSTRIES & COMMERCE (PROGRAMME.III) DEPARTMENT

G.O.Rt.No.78

Dated:04/05/2022
Read the following:

1. G.O.Rt. No.137; Ind. & Com. (Prog.III) Dept.dtt:30.06.2020.
2. Single file No:INC01-FPRO0FPS/10/2022-CEO-FP-INDS (computer No.1681120).
3. G.O.Rt.No.2880, Finance (FMU-I&I, Energy, I&C) Dept., dt.13.04.2022.
4. G.O.Rt.No.3024, Finance (FMU-I&I, Energy, I&C)) Dept., dt.27.04.2022.

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ORDER:

In the reference 2nd read above, the Chief Executive Officer, Andhra Pradesh Food Processing Society (APFPS), Vijayawada has stated that APFPS, is implementing Prime Minister Formalisation of Micro Food processing Enterprises (PMFME) Scheme, a Centrally Sponsored Scheme (CSS) to support formalisation of unorganised micro food processing enterprises in the State as the State Nodal Agency (SNA). The expenditure under the scheme would be shared in 60:40 ratio between Central and State Governments as per the O.M. Issued by, MOFPI, GOI; dt:23.03.2021.

2. Further the CEO, APFPS while explaining the procedure for implementation of the Scheme has stated that, in the first year of PMFME scheme launch & implementation i.e., FY 2020-21, 100% funds were released by the Central Government because the scheme was launched after the State budget was approved. However, the requisite share of the State (40%) needs to be adjusted in the next four years as Equal Annual Instalments.

3. Out of the Rs.56.53 Crores approved for FY 2020-21, an amount of Rs.34,98,39,000 was released as Grant-in-Aid by the Central Government, which also includes Rs.75,00,000 for incubation centers. The Centre & State share for the aforementioned Rs.34.98 crores would work out to Rs.20,54,03,400 and Rs.13,69,35,600 respectively. The State share for the FY 2020-21 has to be adjusted in 4 years. Therefore, an amount of Rs.3,42,33,900 has to be provisioned in the budget of 2021-22 towards the Equal Annual Installment adjustment for FY 2020-21.

(PTO)

Table1:Grant received from Central Government for FY 2020-21before 31st March 2021				
S.No	Amount released to	Release	Date of release	Amount (Rs.)
1	To PMFME SNA Account	Initial release	25-02-2021	₹ 4,93,39,000.00
		For Incubation centers		₹ 75,00,000.00
2	To Govt. of AP	Second release	22-03-2021	₹ 27,35,10,000.00
		Third release	23-03-2021	₹ 1,94,90,000.00
Total				₹ 34,98,39,000.00

4. Further, the State Government has allocated a Budget Provision of Rs.60 crores under PMFME scheme for the FY 2021-22. In the FY 2021-22, Central share (60%) of Rs.20,72,48,903 (Rupees Twenty crore seventy two lakhs forty eight thousand and nine hundred and three only) has been released by MOFPI, GOI for seed capital, administrative charges & other components of Project implementation Plan during June and December months of 2021 vide their O.M. dt:21-06-2021. For this amount, the State share (40%) of Rs.13,81,65,936 has to be released from State Government. Further, an amount of Rs.1,88,73,120 has been released as Central share (60%) towards subsidy to individual enterprises that are sanctioned & disbursed loans during FY 2021-22, therefore an amount of Rs.1,25,82,080 has also to be released as State share of 40% for subsidy to Individual micro enterprises.

5. Thus, for the Central share of Rs.22,61,22,023 (Rupees Twenty two crores Sixty one lakhs Twenty two thousand and twenty three rupees only) released during the FY 2021-22, the State share of 40% i.e. Rs.15,70,39,055 (Rupees Fifteen crores Seventy Lakhs Thirty Nine Thousand and Fifty five only) has to be released by the State Government within 21 days of receipt of Central Share into the State Treasury as per the procedure for release of funds under Centrally Sponsored Schemes issued by Ministry of Finance, Government of India, vide. O.M. F.No.1913)PFMS/FCD/2020 dated:23-03-2021. Further, besides the State Share for FY 2021-22 i.e. Rs.15,70,39,055, the Annual Installment amount of Rs.3,42,33,900 also has to be released by the State towards adjusted of State Share for FY 2020-21 which has been provided by the central Government.

6. Therefore while stating that the future fund releases from Centre would be admissible only when State makes the releases of the State Share and the State Nodal Agency registers an expenditure of 75% of both Centre and State Shares as per the new procedure for the release of funds under the Centrally Sponsored Schemes (CSS) and monitoring utilization of funds released (O.M. F.No.1913)PFMS/FCD/2020 dated:23 03-2021), the CEO, APFPS has requested the Government for release of an amount of Rs.19,12,72,955 (Rupees Nineteen Crores Twelve Lakhs Seventy Two thousand Nine hundred and fifty five only) towards State Share (40%) for the Grant-in-Aid released by Central Government (60%) during FY 2021 22 for implementation of PMFME Scheme in the State.

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7. Accordingly in the G.O. 3rd read above, the Finance (FMU-I&I, Energy, I&C)) Department have issued BRO to the Commissioner of Industries for an amount of Rs.10.00 Crores from the BE Provision 2022-23 in relaxation of quarterly regulation orders being the State Share (40%) against the 60% release made by the Government of India during the FY 2021-22 for implementation of PMFME Scheme in the State.

8. Further in the G.O. 4th read above, the Finance (FMU-I&I, Energy, I&C)) Department have issued BRO to the Commissioner of Industries for an amount of Rs.8.4982 Crores as additional funds in relaxation of treasury control and quarterly regulation orders pending provision of funds by obtaining supplementary grants at an appropriate time during the current financial year 2022-23 being the State share (40%) against the 60% release made by the Government of India during the FY 2021-22 for implementation of PMFME Scheme in the State.

9. Government, after careful examination of the proposal of the Chief Executive Officer, Andhra Pradesh Food Processing Society, Vijayawada and orders issued vide references 3rd & 4th read above, hereby accord administrative sanction for an amount of Rs.18,49,82,000 (Rupees Eighteen Crores Forty Nine Lakhs Eighty Two thousand only) to the Commissioner of Industries towards State share (40%) against the 60% release made by the GOI during the Financial Years 2020-21 & 2021-22 for implementation of PMFME Scheme in the State as follows:

(Rupees in Crs)

	Scheme Name: "Formalisation of Micro Food Processing Enterprises" Procedure of Drawl of funds: Adjustment to Green Channel PD Account Drawing Officer: Concerned DDO			
MJH "2408,SMH-01 MH – 103, GH -06 SH-09, DH-310, SDH-312	Amount sanctioned in the BE 2022-23	Amount now released	Additional Budget Released now	Total
	10.00	10.00	8.4982	18.4982

10. The Concerned DDO, O/o. Director of Industries, Mangalagiri is authorised to adjust the same to SNA Account of PMFME Scheme.

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11. The Director of Industries, Mangalagiri and the Chief Executive Officer, Andhra Pradesh Food Processing Society, Vijayawada shall take further necessary action in the matter accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

MUKESH KUMAR MEENA
SECRETARY TO GOVERNMENT

To
The Director of Industries, APIIC Towers, Mangalagiri, Guntur District.
The Chief Executive Officer, A. P Food Processing Society, Vijayawada.
The Drawing & Disbursing Officer, O/o. Director of Industries, Mangalagiri.

Copy to:
The Under Secretary to the Government of India, Ministry of Food Processing Industries Panch sheel Bhawan, August Kranti Marg New Delhi.
The Ind. & Com. (OP) Department, A.P. Secretariat, Velagapudi.
The Pay & Accounts Officer, A.P., Ibrahimpatnam, Vijayawada.
The Chief Executive Officer, CFMS, Ibrahimpatnam, Vijayawada.
The Finance (FMU -I&I, Energy and I&C) Dept., Govt., of A.P.,Velagapudi.
P.S. to Secretary to Government (FP)
The Accountant General, Andhra Pradesh, Vijayawada.
SF/SC

//FORWARDED :: BY ORDER//

SECTION OFFICER